## **House of Representatives**



General Assembly

File No. 470

February Session, 2008

Substitute House Bill No. 5804

House of Representatives, April 4, 2008

The Committee on Environment reported through REP. ROY, R. of the 119th Dist., Chairperson of the Committee on the part of the House, that the substitute bill ought to pass.

# AN ACT REGULATING THE SALE OF OUTDOOR WOOD-BURNING FURNACES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 22a-174k of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2008*):
- 3 (a) For purposes of this section, <u>"business day" means any day</u>
- 4 except a Sunday or a state holiday, "seller" means a person who sells
- 5 <u>outdoor wood-burning furnaces and</u> "outdoor wood-burning furnace"
- 6 means an accessory structure or appliance designed to be located
- 7 outside living space ordinarily used for human habitation and
- 8 designed to transfer or provide heat, via liquid or other means,
- 9 through the burning of wood or solid waste, for heating spaces other
- 10 than where such structure or appliance is located, any other structure
- 11 or appliance on the premises, or for heating domestic, swimming pool,
- 12 hot tub or jacuzzi water. "Outdoor wood-burning furnace" does not
- include a fire pit, wood-fired barbecue or chiminea.

(b) No person shall, from July 8, 2005, to the effective date of regulations promulgated by the United States Environmental Protection Agency to regulate outdoor wood-burning furnaces, construct, install, establish, modify, operate or use an outdoor wood-burning furnace, unless (1) the outdoor wood-burning furnace was constructed, installed, established, modified, operated or in use prior to July 8, 2005, or (2) the outdoor wood-burning furnace complies with the following:

- (A) Installation of the outdoor wood-burning furnace is not less than two hundred feet from the nearest residence not serviced by the outdoor wood-burning furnace;
- (B) Installation of the chimney of the outdoor wood-burning furnace is at a height that is more than the height of the roof peaks of the residences that are located within five hundred feet of the outdoor wood-burning furnace, which residences are not serviced by the outdoor wood-burning furnace, provided the chimney height is not more than fifty-five feet;
- (C) No other materials are burned in the outdoor wood-burning furnace other than wood that has not been chemically treated; and
- (D) Installation and operation of the outdoor wood-burning furnace is in accordance with the manufacturer's written instructions, provided such instructions do not conflict with the provisions of this section.
- (c) (1) Every contract for the purchase of an outdoor wood-burning furnace shall provide that such contract may be cancelled within three business days after the date of receipt by the buyer of a copy of the contract, by written notice delivered by certified or registered United States mail to the seller or the seller's agent at an address which shall be specified in the contract. Cancellation shall be without liability on the part of the buyer, except for the fair market value of services actually received, and the buyer shall be entitled to a refund of the entire consideration paid for the contract, if any, less the fair market value of the services already received. Such right of cancellation shall

not be affected by the terms of the contract and may not be waived or otherwise surrendered.

- 48 (2) A copy of the contract shall be delivered to the buyer at the time 49 the contract is signed. All contracts shall (A) be in writing and signed 50 by the buyer, (B) designate the date on which the buyer actually signs the contract, (C) identify the address of the location at which the buyer 51 52 entered into the contract, (D) include a provision advising the buyer to 53 contact the municipality where such buyer resides to ascertain whether 54 there is a local ordinance banning the installation of outdoor woodburning furnaces, and (E) contain a statement of the buyer's rights that 55 56 complies with the requirements of this subsection. Such statement 57 shall appear in the contract under the conspicuous caption: "BUYER'S RIGHT TO CANCEL", and read as follows: 58
- 59 "If you wish to cancel this contract, you may cancel by mailing a
  60 written notice by certified or registered mail to the address specified
  61 below. The notice must say that you do not wish to be bound by this
  62 contract and must be delivered or mailed before midnight of the third
  63 business day after you sign this contract. The notice must be delivered
  64 or mailed to:
- 65 (Seller's name)
- 66 <u>(Seller's address)"</u>
- 67 (3) The seller shall, at the time the contract is signed, provide an 68 informational sheet concerning the proper location and operation of 69 outdoor wood-burning furnaces, developed by the Commissioner of 70 Environmental Protection in consultation with the Commissioner of Consumer Protection. The seller shall obtain the buyer's 71 72 acknowledgement of receipt, including date of receipt, of such 73 informational sheet on a form prescribed by the Commissioner of 74 Environmental Protection.
- 75 (4) If a seller materially violates the provisions of this subsection, the buyer of an outdoor wood-burning furnace may cancel the contract not

177 <u>later than three business days after the buyer has knowledge of such</u>178 violation.

- 79 (5) Any violation of this subsection shall be deemed an unfair or deceptive trade practice under to subsection (a) of section 42-110b.
- [(c)] (d) The provisions of this section shall be enforced by the Commissioner of Environmental Protection and may be enforced by the municipality affected by the operation or potential operation of an outdoor wood-burning furnace.
- [(d)] (e) Any person who operates an outdoor wood-burning furnace in violation of this section shall be deemed to have committed an infraction and shall be fined not more than ninety dollars. Each day of operation of such outdoor wood-burning furnace in violation of this section shall be a separate violation.

This act shall take effect as follows and shall amend the following					
sections:					
Section 1	October 1, 2008	22a-174k			

**ENV** Joint Favorable Subst.

The following fiscal impact statement and bill analysis are prepared for the benefit of members of the General Assembly, solely for the purpose of information, summarization, and explanation, and do not represent the intent of the General Assembly or either chamber thereof for any purpose:

### **OFA Fiscal Note**

### State Impact:

Agency Affected	Fund-Effect	FY 09 \$	FY 10 \$
Consumer Protection, Dept.	GF - Potential	Minimal	Minimal
	Revenue Gain		

Note: GF=General Fund

### Municipal Impact: None

### Explanation

The bill results in a potential minimal revenue gain to the state as violations cited in the bill are subject to the Connecticut Unfair Trade Practices Act (CUTPA). It is anticipated that there will be few violations of provisions of the bill.

### The Out Years

The fiscal impact identified above would continue into the future.

# OLR Bill Analysis HB 5804

## AN ACT REGULATING THE SALE OF OUTDOOR WOOD-BURNING FURNACES.

### SUMMARY:

The bill allows buyers of outdoor wood-burning furnaces, despite any contractual terms or waivers to the contrary, to cancel their contract under two circumstances.

First, the buyer may cancel the contract within three business days of purchase. To exercise this right to cancellation, the buyer must send the seller or the seller's agent notice through certified or registered mail. The bill entitles the buyer to a full refund, minus the fair market value for any services received.

Second, the bill allows the buyer to the right to cancel the contract within three days of the knowledge of any violations to the procedures outlined below. The bill does not specify how the buyer notifies the seller of the contract cancellation.

The bill requires the seller to provide the buyer with a copy of a contract for outdoor wood-burning furnaces at the time of purchase. The contract must:

- 1. inform the buyer of the right to cancellation and the cancellation procedure outlined above;
- 2. provide the seller's name and address to which the buyer may send a notice of cancellation through certified or registered mail;
- 3. be in writing and signed by the buyer;

- 4. be dated according to when the buyer signed the contract;
- 5. identify where the contract was signed; and

6. advise the buyer to contact the relevant municipality regarding local ordinances banning the use of outdoor wood-burning furnaces.

The bill also requires the seller to provide the buyer with an informational sheet about the proper location and operation of outdoor wood-burning furnaces, developed by the environmental protection commissioner in consultation with the consumer protection commissioner. Upon receipt of this sheet, the buyer must sign and date an acknowledgement form, also prescribed by the environmental protection commissioner.

A violation is an unfair trade practice and subject to the appropriate civil proceedings under the Connecticut Unfair Trade Practices Act (CUTPA).

EFFECTIVE DATE: October 1, 2008

### BACKGROUND

### **CUTPA**

The law prohibits businesses from engaging in unfair and deceptive acts or practices. CUTPA allows the Consumer Protection commissioner to issue regulations defining what constitutes an unfair trade practice, investigate complaints, issue cease and desist orders, order restitution in cases involving less than \$5,000, enter into consent agreements, ask the attorney general to seek injunctive relief, and accept voluntary statements of compliance. The act also allows individuals to sue. Courts may issue restraining orders, award actual and punitive damages, costs, and reasonable attorneys fees; and impose civil penalties of up to \$5,000 for each willful violation and \$25,000 for violation of a restraining order.

#### COMMITTEE ACTION

**Environment Committee** 

Joint Favorable Substitute Yea 30 Nay 0 (03/14/2008)